Amendments to the Specification:

Please replace the paragraph beginning at line 5 on page 13 with the following rewritten paragraph:

The LSR 102 receiving the LSP setup request 401 checks whether the LSP has a common route to the egress LSR 103 from the LSR 102 (step S2 of FIG. 2). When such LSP is <u>not</u> present, merging is not performed and the process is transit to a procedure for setting the LSP (step S12 of FIG. 2).

Please replace the paragraph beginning at line 20 on page 27 with the following rewritten paragraph:

Attempt is made to establish the LSP from the LSR 112 to the LSR 118. Then, the bandwidth of the newly established LSP is assumed to be 20 Sec/sec Mbit/sec.